

# Westair Engineering Services Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 May 2019

Giles Hewitt & Co Ltd  
Chartered Certified Accountants  
257 Clifton Dr South  
St Annes on Sea  
Lytham St Annes  
Lancashire  
FY8 1HW

# **Westair Engineering Services Limited**

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# **Westair Engineering Services Limited**

## **Company Information**

<b>Directors</b>	P J Westoby D H Westoby J R Westoby
<b>Registered office</b>	Hangar 8 Blackpool Airport Squires Gate Lane Blackpool Lancashire FY4 2QY
<b>Accountants</b>	Giles Hewitt & Co Ltd Chartered Certified Accountants 257 Clifton Dr South St Annes on Sea Lytham St Annes Lancashire FY8 1HW

# Westair Engineering Services Limited

(Registration number: 2134427)

## Balance Sheet as at 31 May 2019

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	7,012	3,637
<b>Current assets</b>			
Stocks	<u>5</u>	127,634	111,453
Debtors	<u>6</u>	229,979	219,915
Cash at bank and in hand		<u>34,664</u>	<u>53,133</u>
		392,277	384,501
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	<u>(223,912)</u>	<u>(228,529)</u>
<b>Net current assets</b>		<u>168,365</u>	<u>155,972</u>
<b>Net assets</b>		<u>175,377</u>	<u>159,609</u>
<b>Capital and reserves</b>			
Called up share capital	<u>8</u>	90	90
Profit and loss account		<u>175,287</u>	<u>159,519</u>
<b>Total equity</b>		<u>175,377</u>	<u>159,609</u>

For the financial year ending 31 May 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

### Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 18 February 2020 and signed on its behalf by:

.....

P J Westoby  
Director

The notes on pages 3 to 8 form an integral part of these financial statements.

# **Westair Engineering Services Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 May 2019**

### **1 General information**

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

Hangar 8  
Blackpool Airport  
Squires Gate Lane  
Blackpool  
Lancashire  
FY4 2QY

These financial statements were authorised for issue by the Board on 18 February 2020.

### **2 Accounting policies**

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;  
it is probable that future economic benefits will flow to the entity;  
and specific criteria have been met for each of the company's activities.

#### **Contract revenue recognition**

In respect of long-term contracts and contracts for ongoing services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in such circumstances is recognised by reference to the stage of completion at the selling price (with the corresponding asset included in debtors).

#### **Tangible assets**

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

# **Westair Engineering Services Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 May 2019**

### **Depreciation**

Depreciation is charged so as to write off the cost of assets less their residual values over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Leaschold property	over the term of the lease
Plant and machinery	15% on net book value
Office equipment	over 3 years on cost

### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

### **Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

### **Borrowings**

# **Westair Engineering Services Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 May 2019**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing. Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges. Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

### **Leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

### **Dividends**

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 8 (2018 - 10).

# Westair Engineering Services Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 May 2019

### 4 Tangible assets

	Land and buildings £	Office equipment £	Plant and machinery £	Total £
<b>Cost or valuation</b>				
At 1 June 2018	1,717	17,254	39,103	58,074
Additions	-	1,506	2,616	4,122
At 31 May 2019	1,717	18,760	41,719	62,196
<b>Depreciation</b>				
At 1 June 2018	1,716	17,253	35,468	54,437
Charge for the year	-	144	603	747
At 31 May 2019	1,716	17,397	36,071	55,184
<b>Carrying amount</b>				
At 31 May 2019	1	1,363	5,648	7,012
At 31 May 2018	1	1	3,635	3,637

Included within the net book value of land and buildings above is £Nil (2018 - £Nil) in respect of freehold land and buildings and £1 (2018 - £1) in respect of short leasehold land and buildings.

### 5 Stocks

	2019 £	2018 £
Other inventories	127,634	111,453

### 6 Debtors

	2019 £	2018 £
Trade debtors	192,066	174,198
Prepayments	12,136	13,551
Amounts recoverable on contracts	25,777	32,166
	229,979	219,915

# Westair Engineering Services Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 May 2019

### 7 Creditors

#### Creditors: amounts falling due within one year

	Note	2019 £	2018 £
<b>Due within one year</b>			
Loans and other borrowings	9	69,720	44,320
Trade creditors		68,497	107,250
Taxation and social security		40,089	33,922
Accruals and deferred income		9,899	11,476
Other creditors		35,707	31,561
		<u>223,912</u>	<u>228,529</u>

### 8 Share capital

#### Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
Ordinary shares of £1 each	90	90	90	90
	<u>90</u>	<u>90</u>	<u>90</u>	<u>90</u>

### 9 Loans and borrowings

	2019 £	2018 £
<b>Current loans and borrowings</b>		
Loans	<u>69,720</u>	<u>44,320</u>

### 10 Financial commitments, guarantees and contingencies

#### Amounts not provided for in the balance sheet

The total amount of guarantees not included in the balance sheet is £24,793 (2018 - £22,556). The company has given a trade guarantee.

### 11 Related party transactions

Westair Flying Services Ltd and Westair Flying School Ltd are companies also controlled by the company's directors and shareholders. The company repairs and maintains aircraft owned by Westair Flying Services Ltd and used by Westair Flying School Ltd. All of these transactions between the companies are considered to take place at market value and for that reason (in accordance with Financial Reporting Standard 102 Section 1A) have not been disclosed.

# Westair Engineering Services Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 May 2019

### Directors' remuneration

The directors' remuneration for the year was as follows:

	2019 £	2018 £
Remuneration	23,617	10,186
Contributions paid to money purchase schemes	20,000	-
	<u>43,617</u>	<u>10,186</u>

During the year the number of directors who were receiving benefits and share incentives was as follows:

	2019 No.	2018 No.
Accruing benefits under money purchase pension scheme	<u>1</u>	<u>-</u>

### Summary of transactions with other related parties

Other companies controlled by the directors and shareholders of the company

The company has received a loan from Westair Flying Services Ltd with a balance at the year end of £787 (2018 £787). The loan is interest free, unsecured and repayable on demand.

The company has received a loan from Westair Flying School Ltd with a balance at the year end of £30,000 (2018 £30,000). The loan is interest free, unsecured and repayable on demand.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.